LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **FEBRUARY 2, 2010**, upon the application of **CORONADO ENERGY E&P COMPANY**, **LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone**, **Reservoir A**, in the Logansport Field, DeSoto Parish, Louisiana.

- 1. To authorize Applicant to drill, designate and utilize three (3) horizontal wells as alternate unit wells for HA RA SUI, at the locations shown on the plat submitted with the application.
- 2. To authorize Applicant to drill, designate and utilize three (3) horizontal wells as alternate unit wells for HA RA SUJ, at the locations shown on the plat submitted with the application.
- 3. To provide that where the horizontal portion of a well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary and any offset well(s) shall be calculated based on the distance to the nearest perforation in the well and not based on the penetration point or terminus.
- 4. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the Haynesville Zone, Reservoir A, underlying the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.
- 5. To permit the operator of HA RA SUI and HA RA SUJ to produce the allowables assigned to these units from either the unit well, from any alternate unit well, or from any combination of such wells, at the option of the Operator.
- 6. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A was defined in Office of Conservation Order No. 28-AA, effective July 29, 2008.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

http://dnr.louisiana.gov/conshearings

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 1/19/10;1/22/10 S lck

IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT, PLEASE CONTACT THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.